



2009 SENATE BILL 87

1 **AN ACT** *to amend* 234.625 (1) of the statutes; **relating to:** increasing the
2 maximum annual loan amount under the property tax deferral loan program
3 of the Wisconsin Housing and Economic Development Authority.

Analysis by the Legislative Reference Bureau

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

4 **SECTION 1.** 234.625 (1) of the statutes is amended to read:
5 234.625 (1) The authority shall enter into agreements with participants and
6 their co-owners to loan funds to pay property taxes and special assessments on their
7 qualifying dwelling units. The maximum loan under ss. 234.621 to 234.626 in any
8 one year is limited to the lesser of \$2,500 \$3,525 or the amount obtained by adding
9 the property taxes levied on the qualifying dwelling unit for the year for which the
10 loan is sought, the special assessments levied on the dwelling unit, and the interest

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1 and penalties for delinquency attributable to the property taxes or special
2 assessments. Loans shall bear interest at a rate equal to the prime lending rate at
3 the time the rate is set, as reported by the federal reserve board in federal reserve
4 statistical release H. 15, plus 1%. The executive director shall set the rate no later
5 than October 15 of each year, and that rate shall apply to loans made in the following
6 year.

7 **SECTION 2. Initial applicability.**

8 (1) PROPERTY TAX DEFERRAL LOANS. This act first applies to applications under
9 section 234.623 (1) of the statutes that are pending on the effective date of this
10 subsection.

11 (END)